SAN FRANCISCO
BOARD OF SUPERVISORS

ECONOMIC DEVELOPMENT COMMITTEE

MINUTES

1987 – 1990

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C A L E N D A R

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, June 30, 1987 - 9:00 A.M. - Room 228, City Hall

Present: Supervisors Hsieh, Silver, Britt

Clerk: Gail Johnson

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Walker).

ACTION: Hearing held; Continued to July 21, 1987, meeting.

The Committee announced that it will hold regular meetings on the third Tuesday of each month, at 9:00 a.m.

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7/21/87

CALENDAR

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

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Board of Supervisors
City and County of San Francisco
Room 228,

Tuesday, July 21, 1987 - 9:00 A.M. - ~~Legislative Chamber~~, City Hall

Present: Supervisors Hsieh, Silver, Britt

Clerk: Gail Johnson

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Walker)

   (Note: The Committee will specifically address the following concerns:

   A. The establishment of a process and time schedule for the Committee to undertake 1) a review of economic development projects that are underway throughout the City; 2) clarification of the City's current economic strengths, weaknesses, opportunities, and challenges for future development; 3) creation of a clear picture that envisions the City in the future to be an economically healthy and balanced metropolitan area; 4) formulation of recommendations and strategy for the development of short-term and long-term plans for economic development.

   B. The consideration of proposals and cost estimates for staffing the Committee's work activities.)

   (Continued from 6/30/87.)

   ACTION: Hearing held; Continued to August 18, 1987 meeting.

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Minutes Taken

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Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, August 18, 1987 - 9:00 A.M. - Room 228, City Hall

Present: Supervisors Hsieh, Silver, Britt

Clerk: Joni Landry

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Walker)

(Note: The following is the revised agenda for the meeting)

A. Summary of recommendations to date (Dan Beam and Michael Doyle).

B. Report from Dean Macris.

(1) The future of the City as indicated by the City's Master Plan.

(2) Survey of economic development planning efforts being undertaken by various private and public organizations.

(3) Preliminary survey of planning projects being undertaken with a regional perspective.

C. Suggested next steps:

(1) Name of project.

(2) Strategy for selection of planning design of work process committees.

(3) Allocation of funds (staff/consultants)

D. Charter Amendment -- require the Board of Supervisors to review the City's Master Plan, as well as, the Planning Commission.

(Continued from 7/21/87.)

ACTION: Hearing held; Continued to September 15, 1987 meeting.

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Action Taken

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SEP 18 1987

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Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, September 15, 1987 - 9:00 A.M. - Room 228, City Hall

Present: Supervisors Hsieh, Silver, Britt

Clerk: Joni Landry

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Walker)

(Note: The Committee specifically addressed the following concerns:

A. Address by invited Mayoral candidates to the committee on their views of the issues of economic development and the work plan of the Economic Development Committee. (Hearing held and concluded.)

B. Discussion of the membership of the Planning Design Advisory Committee. (Continued to October 20, 1987, meeting.)

C. Discussion of the mandate for the Planning Design Advisory Committee. (See Files 221-87-1 and 221-87-2)

D. Discussion of whether the Board of Supervisors should review, approve, and adopt the Master Plan of San Francisco.
(Hearing held. Continued to October 20, 1987, meeting.)

(Continued from 8/18/87.)

ACTION: Hearing held. Continued to October 20, 1987, meeting.

File 221-87.1. Motion prepared in and reported out of Committee: "Adopting the objectives established by the Special Committee on Economic Development as promulgated by its Planning Design Advisory Committee." Recommended.

File 221-87.2. Motion prepared in and reported out of Committee: "Directing the Clerk of the Board of Supervisors to seek a supplemental appropriation in the amount of $35,000, for implementation of the objectives of the Planning Design Advisory Committee under the charge of the Special Committee on Economic Development." Recommended.

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CALENDAR

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, October 20, 1987 - 9:00 A.M. - Room 228, City Hall

Present: Supervisors Hsieh, Silver, Britt

Clerk: Joni Landry

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Walker)

(Note: The Committee will specifically address the following concerns:

A. Report from consultant, Dan Beam, on the implementation of the objectives of the Planning Design Advisory Committee.

B. Discussion of the membership of the Planning Design Advisory Committee.

C. Discussion of whether the Board of Supervisors should review, approve, and adopt the Master Plan of San Francisco.)

(Continued from 9/15/87.)

ACTION: Hearing held. Report from consultant, Joan McIntosh. (Supervisor Silver to introduce draft charter amendment on 10/26/87 about method of amending the Master Plan.) Continued to November 17, 1987.

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CALENDAR - [ACTIONS TAKEN]

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, November 17, 1987 - 9:00 A.M. - Room 228, City Hall

Members: Supervisors Hsieh, Silver, Britt

Clerk: Joni Landry

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Walker)

(Note: The Committee specifically addressed the following:

A. Presentation by Beam & Beam Consultants on the duties and responsibilities of the Planning Design Advisory Committee.

B. Report by Supervisor Hsieh on the proposed list of Planning Design Advisory Committee members and the confirmation of those members.

C. Discussion regarding the starting date of the Planning Design Advisory Committee.)

(Continued from 10/20/87.)

ACTION: Hearing held. Continued to December 15, 1987, meeting.

File 221-87-3. Resolution prepared in and reported out of Committee entitled: "Establishing a Planning Design Advisory Committee, to be appointed by the Economic Development Committee, to carry out the objectives adopted by the Board of Supervisors, by motion, on September 21, 1987, contained in File 221-87-1". Recommended.

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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee for Tuesday, January 19, 1988, at 9:00 a.m., has been cancelled.

JOHN L. TAYLOR
Clerk of the Board

POSTED: JANUARY 12, 1988

Special Committee on
Economic Development
BOARD OF SUPERVISORS
235 City Hall
San Francisco, CA 94102

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BOARD of SUPERVISORS

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San Francisco 94102
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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee for Tuesday, August 16, 1988, at 9:00 a.m., has been cancelled.

MARY ANNE BULEN
Acting Clerk of the Board

POSTED: AUGUST 10, 1988

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C A L E N D A R

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, September 20, 1988 - 9:00 A.M. Room 228, City Hall

Present: Supervisors Silver and Britt

Absent: Supervisor Hsieh

Clerk: Gail Johnson

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Supervisor Walker)

(Note: Beam and Beam Consultants will give an update on the status of the Planning Design Advisory Committee.)

ACTION: Hearing held; Continued to Call of the Chair.

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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee for Tuesday, October 18, 1988, at 9:00 a.m., has been cancelled.

JOHN L. TAYLOR
Clerk of the Board

POSTED: OCTOBER 12, 1988

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cancelled

BOARD of SUPERVISORS

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San Francisco 94102
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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee for Tuesday, January 17, 1989 at 9:00 a.m., has been cancelled.

JOHN L. TAYLOR
Clerk of the Board

POSTED: JANUARY 13, 1989

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2/21/89

CALENDAR

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, February 21, 1989 - 9:00 A.M. Room 228, City Hall

Present: Supervisors Nelder, Gonzalez, Hsieh

Clerk: Kay Gulbengay

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Supervisor Walker)

ACTION: Hearing held; Pending in committee.

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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee for Tuesday, March 21, 1989 at 9:00 a.m., has been cancelled.

POSTED: March 14, 1989

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Actions Taken

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C A L E N D A R

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, April 18, 1989 - 9:00 A.M. Room 228, City Hall

Present: Supervisors Nelder, Gonzalez, Hsieh

Clerk: Kay Gulbengay

1. File 27-89-5. Hearing to consider authorizing the appropriation of funds administered by the San Francisco Airport for utilization of publicity and advertising in conjunction with San Francisco Convention and Visitors Bureau programs promoting San Francisco as a final or stopover destination through the increased use of San Francisco International Airport. (Supervisor Nelder)

   ACTION: Meeting cancelled at request of chair.

2. File 197-89-1. Hearing to consider efforts made by the City and the Convention and Visitor's Bureau to promote San Francisco's cultural and athletic attractions as a focal point for overnight and weekend visitors. (Supervisor Nelder)

   ACTION: Meeting cancelled at request of chair.

3. File 197-89-2. Hearing to consider how the City can pursue the growth of tourism in San Francisco. (Supervisor Nelder)

   ACTION: Meeting cancelled at request of chair.

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C A L E N D A R

Special Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Wednesday, April 26, 1989 - 11:00 A.M. Room 228, City Hall

Present: Supervisors Nelder and Hsieh

Absent: Supervisor Gonzalez

Clerk: Kay Gulbengay

1. File 221-87. Hearing to review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Supervisor Walker)

ACTION: Hearing held. Pending in committee.

Actions Taken

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CALENDAR

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, May 16, 1989 - 9:00 A.M. Room 228, City Hall

Present: Supervisors Nelder, Gonzalez and Hsieh

Clerk: Kay Gulbengay

1. File 27-89-5. Hearing to consider authorizing the appropriation of funds administered by the San Francisco Airport for utilization of publicity and advertising in conjunction with San Francisco Convention and Visitors Bureau programs promoting San Francisco as a final or stopover destination through the increased use of San Francisco International Airport. (Supervisor Nelder)

   ACTION: Hearing held. Continued to the call of the chair.

2. File 197-89-1. Hearing to consider efforts made by the City and the Convention and Visitor's Bureau to promote San Francisco's cultural and athletic attractions as a focal point for overnight and weekend visitors. (Supervisor Nelder)

   ACTION: Hearing held. Continued to the call of the chair.

3. File 197-89-2. Hearing to consider how the City can pursue the growth of tourism in San Francisco. (Supervisor Nelder)

   ACTION: Hearing held. Continued to the call of the chair.

0953c

Gerry Roth
Public Library Documents Dept.
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6/89

CITY AND COUNTY OF SAN FRANCISCO

BOARD OF SUPERVISORS

BUDGET ANALYST
1390 MARKET STREET, SUITE 1025
SAN FRANCISCO, CALIFORNIA 94102 • TELEPHONE (415) 554-7642

May 12, 1989

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TO: Economic Development Committee

FROM: Budget Analyst

SUBJECT: May 16, 1989 Special Economic Development Committee Meeting

Item 1 - File 27-89-5

1. This item is a hearing to consider authorizing the appropriation of additional funds, to be administered by the San Francisco International Airport (SFIA), for publicity and advertising in conjunction with the San Francisco Visitors and Convention Bureau programs which promote San Francisco as a final stopover destination.

2. The Board of Supervisors approved budgetary appropriations funded from SFIA revenues in the amount of $32,750 for Entertainment and Promotion in the SFIA budget for fiscal year 1988-89. Ms. Angela Gittens, Deputy Director of Finance and Administration of the SFIA, reports that any specific proposal for an increased level of publicity and advertising expenditures would be considered by SFIA staff and by the Airports Commission.

3. Mr. Dale Hess, of the San Francisco Visitors and Convention Bureau, reports that the Bureau is presently working with SFIA staff to discuss the costs and benefits of increased publicity and advertising expenditures.

Harvey M. Rose

cc: Supervisor Nelder
Supervisor Gonzalez
Supervisor Hsieh
President Britt
Supervisor Alioto
Supervisor Hallinan
Supervisor Hongisto
Supervisor Kennedy
Supervisor Maher
Supervisor Walker
Supervisor Ward
Clerk of the Board
Chief Administrative Officer
Controller
Carol Wilkins
Stacy Becker
Ted Lakey

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cancelled

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CALENDAR

Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Tuesday, June 20, 1989 - 9:00 A.M. Room 228, City Hall

Present: Supervisor Gonzalez

Absent: Supervisors Nelder and Hsieh

Clerk: Kay Gulbengay

1. File 221-87. To review economic development activities in the City and present both a short-term and a long-term plan for developing a strategy for the City. (Supervisor Walker)

ACTION: Meeting cancelled due to lack of quorum.

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C A L E N D A R

Special Meeting of
SPECIAL COMMITTEE ON ECONOMIC DEVELOPMENT

Board of Supervisors
City and County of San Francisco

Monday, July 10, 1989 - 9:00 A.M. Room 2C, Basement
City Hall

Members: Supervisors Nelder, Gonzalez and Hsieh

Clerk: Kay Gulbengay

1. File 253-89-1. Resolution recognizing the economic importance of retaining the San Francisco Giants in the City and County, and endorsing efforts to retain the Giants in San Francisco and encouraging and committing to making every effort to work with the Giants, City officials, and other appropriate parties, prior and subsequent to the deadlines for submission of policy declarations for consideration on the November 1989 ballot, to prepare a package acceptable to the voters of San Francisco, the City, and the Giants, for land purchase, development, and financing, which would ensure keeping the Giants in San Francisco. (Supervisor Nelder)

ACTION:

0953c

ECONOMIC DEVELOPMENT COMMITTEE
Board of Supervisors
Room 235, City Hall
San Francisco, California 94102

IMPORTANT
HEARING NOTICE

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BOARD of SUPERVISORS

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San Francisco 94102
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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee for Tuesday, July 18, 1989, at 9:00 a.m., has been cancelled.

John L. Taylor
Clerk of the Board

POSTED: July 12, 1989

ECONOMIC DEVELOPMENT COMMITTEE
Board of Supervisors
Room 235, City Hall
San Francisco, California 94102

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San Francisco 94102
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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee for Tuesday, September 19, 1989, at 9:00 a.m., has been cancelled.

John L. Taylor
Clerk of the Board

POSTED: September 11, 1989

ECONOMIC DEVELOPMENT COMMITTEE
Board of Supervisors
Room 235, City Hall
San Francisco, California 94102

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NOTICE OF CANCELLED MEETING

ECONOMIC DEVELOPMENT COMMITTEE

Notice is hereby given that the regularly scheduled meeting of the Economic Development Committee, Tuesday, November 21, 1989, at 9:00 a.m., has been cancelled.

John L. Taylor
Clerk of the Board

POSTED: November 16, 1989

ECONOMIC DEVELOPMENT COMMITTEE
Board of Supervisors
Room 235, City Hall
San Francisco, California 94102

IMPORTANT
HEARING NOTICE

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Action Taken

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CALENDAR

Rescheduled Meeting of
ECONOMIC DEVELOPMENT COMMITTEE

Board of Supervisors
City and County of San Francisco

Tuesday, December 5, 1989 - 9:00 A.M. Room 228, City Hall

Members: Supervisors Nelder, Gonzalez and Hsieh

Clerk: Kay Gulbengay

1. File 197-89-7. Hearing to consider the development of a limited-period of a tax-free zone for businesses coming to San Francisco. (Supervisor Nelder)

   ACTION: Meeting cancelled due to lack of quorum.

0953c

Public Library, Documents Dept.
ATTN: Gerry Roth

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CITY AND COUNTY OF SAN FRANCISCO

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BOARD OF SUPERVISORS

BUDGET ANALYST

1390 Market Street, Suite 1025, San Francisco, CA 94102 (415) 552-9292

December 1, 1989

TO: Economic Development Committee

FROM: Budget Analyst

SUBJECT: December 5, 1989 Economic Development Committee Meeting

Item 1 - File 197-89-7

1. This item is a hearing to consider the development of a tax free zone for a limited period for businesses coming to San Francisco.

2. San Francisco's 1989-90 budget for Business Taxes includes the following:

Business Registration (Small Business Tax)	$ 7,200,000
License Tax (Gross Receipts Tax)	21,146,000
Payroll Tax	122,880,000
Total	$151,226,000

Currently the Payroll Tax rate is 1.6% and the Gross Receipts Tax rate ranges from $1.60 to $3.20 per $1,000 (for most types of businesses) of gross receipts depending on the type of business. Each business must compute both its Payroll and Gross Receipts Tax liability and pay the higher of these two amounts to the City unless neither computation exceeds $2,500 in which case no Payroll or Gross Receipts Taxes are to be paid to the City. However, all businesses, with gross receipts in excess of $15,000, must pay the annual $200 Business Registration Tax which can then be taken as credit against whatever amount of Payroll or Gross Receipts Taxes which are owed to the City.

3. In addition to the Business Registration (Small Business), Payroll and Gross Receipts Taxes, businesses in San Francisco must pay various other taxes such as Property Taxes (secured and unsecured) and Utility Users Taxes and various license fees such as commercial vehicle, food sales or preparation, health and sanitation, fire and safety, and hazardous materials use and storage fees.

Comment

In 1988 the Budget Analyst analyzed and compared the business taxes of San Francisco and eight other large California cities (attached).

Harvey M. Rose

cc: Supervisor Nelder
Supervisor Gonzalez
Supervisor Hsieh
President Britt
Supervisor Alioto
Supervisor Hallinan
Supervisor Hongisto
Supervisor Kennedy
Supervisor Maher
Supervisor Walker
Supervisor Ward
Clerk of the Board
Chief Administrative Officer
Controller
Carol Wilkins
Stacy Becker
Ted Lakey

CITY AND COUNTY OF SAN FRANCISCO

BOARD OF SUPERVISORS

BUDGET ANALYST
1390 MARKET STREET, SUITE 1025
SAN FRANCISCO, CALIFORNIA 94102 • TELEPHONE (415) 554-7642

October 11, 1988

TO: Supervisor Maher

FROM: Budget Analyst

SUBJECT: Business Taxes

1. This memo is in response to your request of September 30, 1988 for a comparison of the business taxes referred to as the Payroll Tax and Gross Receipts Tax with similar taxes imposed by other California cities.

2. We surveyed eight other California cities. All cities have had a business tax for at least ten years and all have amended their business license tax ordinances in the last five years.

3. There is little consistency among the cities regarding the methodology of determining how much tax should be paid by a business. The common methods used are: a percentage of gross receipts, a minimum tax plus a fee for each employee or a flat rate which is determined by the type of business. In addition, the individual cities do not have consistency for determining the basis under which the tax is owed by a particular business. For example, in one city, a business could be subject to gross receipts considerations, and in another, a flat minimum fee plus additional fees for employees. The lack of consistency makes comparisons, based on a limited survey, somewhat difficult.

4. Some cities use the business tax as a major source of revenue while others do not. The range is from a low of 0.7 percent of General Fund revenue in San Diego to a maximum of 13.1 percent in San Francisco.

5. San Francisco is the only City wherein the business tax paid is the highest of the Gross Receipts Tax or the Payroll Tax. Computation of both taxes must be made to determine which tax is owed. There are two categories of business taxes in San Francisco: (a) a minimum $200 Annual Business License Tax on small businesses whose computed Payroll or Gross Receipts Tax liability would be less than $2,500, and (2) a percentage of gross receipts or a percentage of payroll, whichever is highest. Although the $200 minimum fee and the percentage of gross receipts methodologies are comparable to other cities surveyed, most San Francisco businesses pay according to the provisions of the Payroll Tax ordinance because, as noted above, a business must pay the higher tax of either the Gross Receipts Tax calculation or the Payroll Tax calculation.

Los Angeles, Berkeley and Sacramento have a payroll tax. The Los Angeles tax (.0075 of payroll) is based on the San Francisco ordinance. However, in Los Angeles, the maximum payroll tax for a business can be no greater than the tax computed under the percentage of gross receipts ordinance. In Berkeley (.00120 of payroll) and Sacramento (.0004 of payroll), the payroll tax is applied to a small number of businesses that do not come under any other provisions of the business license tax ordinance. These payroll tax rates are significantly less than San Francisco's payroll tax rate of .016 or 1.6% of employer payroll.

For fiscal year 1988-89, the following business tax revenues are estimated for San Francisco:

1988-89 Business Tax Revenue Estimate

Tax Category	Amount	Percent of Revenue
Payroll Tax	$113.560,000	81.1
Gross Receipts Tax	19,436,000	13.9
Small Business Tax	7,000,000	5.0
Total	$139,996,000	100.0

San Francisco's gross receipts tax rates vary according to business category as follows:

Business Category	Rate Per $1,000 of Gross Receipts	
Commission Merchant or Broker	$3.20	
Contractors	3.20	
Hotels, Apartments, etc.	1.60	
Laundry, Cleaning and Dyeing	1.60	
Lending Money, etc.	854.00	flat rate
Personal Property Rental	3.20	
Other Businesses	3.20	
Retail Sales	1.60	
Storage, Freight Forwarding	3.20	
Telephone, Gas, Electric Steam, Railroad Services	1.31	
Transporting Persons for Hire	3.20	
Trucking, Hauling	.075	to .17
Wholesale Sales	1.31	
Architects and Engineers	3.20	
Nonprofit Garage Corporations	267.00	flat rate

6. A comparison of San Francisco's Business Tax data with other surveyed cities is as follows:

1988-89 Business Taxes

City	Percent of Gross Receipts Per $1,000 of Gross Receipts	Estimated Revenue (D) (All Values - in Millions)	General Fund Budget	Percent of General Fund
Anaheim	.00095 to .00019	$2.2	$110.0	2.0
Berkeley	.006 to .0108	4.2	85.0	4.9
Los Angeles	.001 to .005	226.8	2,073.6	10.9
Long Beach	.00425(A)	5.7	245.2	2.3
Oakland	.0072 to .005	22.0	207.0	10.6
Sacramento	.0004 (Maximum = $3,000)	3.3	161.1	2.0
San Diego	Minimum tax plus employee tax(B)	2.4	351.2	0.7
San Jose	Minimum tax plus employee tax(B)	10.6	304.2	3.5
San Francisco	**.0016 to .0032(C)**	**140.0**	**1,076.0**	**13.0**

(A) 95 percent of revenue is from flat rates. Above revenue represents approximately 5 percent from gross receipts.

(B) Tax is not based on gross receipts.

(C) Represents the range except for trucking and hauling companies. See table in prior paragraph.

(D) Includes Payroll Tax Revenues.

As previously noted, most of San Francisco's business taxes are derived from the payment of Payroll Taxes and not Gross Receipts taxes. However, only the cities of Los Angeles, Sacramento and Berkeley impose a payroll tax.

Conclusion

It is clear that San Francisco's Payroll Tax rate is the highest of the major California cities surveyed. We also note that San Francisco's Business Tax revenue, including Payroll Taxes and Gross Receipts Taxes, as a percentage of total General Fund revenue, is the highest of the cities surveyed. However, a detailed examination of each jurisdictions' entire tax structure would be necessary to fully determine the financial impact on businesses within each city.

Harvey M. Rose

cc: Clerk of the Board

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CITY AND COUNTY OF SAN FRANCISCO

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Tuesday, January 16, 1990 - 9:00 A.M. Room 228, City Hall

Present: Supervisors Nelder, Gonzalez and Hsieh

Clerk: Kay Gulbengay

1. File 197-89-5. Hearing to consider how to attract retail food business to San Francisco. (Supervisor Nelder)

   ACTION: Hearing held. Continued to call of the chair.

2. File 197-89-8. Hearing to consider the progress and level of City support for the revitalization of 24th Street (between Valencia and Potrero Streets). (Supervisors Gonzalez and Nelder)

   ACTION: Hearing held. Continued to February meeting.

3. File 176-90-1. Hearing to consider efforts by Pennzoil Company to take over Chevron Corporation and to consider enacting legislation encouraging Chevron to remain independent and offering the corporation any applicable City services which might be helpful to the company's resisting the takeover attempt. (Supervisor Nelder)

   ACTION: Hearing held. Resolution prepared in and reported out of committee (as presented by Supervisor Nelder) Entitled: "Establishing as City policy support for Chevron in its effort to resist a takeover attempt by Pennzoil Company and urging the Mayor to urge City Departments and other entities to make available whatever assistance Chevron might need to remain independent and headquartered in San Francisco." Recommended. (Supervisors Gonzalez and Hsieh added as co-sponsors.)